



San Diego Unified Port District

3165 Pacific Hwy.
San Diego, CA 92101

Meeting Minutes

Board of Port Commissioners

Tuesday, September 12, 2017

1:00 PM

Don L. Nay Port Administration Boardroom

A. Roll Call.

Present: 6 - Commissioner Bonelli, Commissioner Castellanos, Commissioner Malcolm, Commissioner Merrifield, Chairperson Valderrama, and Commissioner Zucchet
Excused: 1 - Commissioner Moore
Absent: 0

Officers Present: Coniglio, DeAngelis, Russell, Monson, Deuel, and Medina.

B. Closed Session Report Out.

Thomas A. Russell, General Counsel, announced that the Board considered most of the items on the Closed Session Agenda. Item 10 - File No. 2017-0448, Item 11 - File No. 2017-0457, and Item 12 - File No. 2017-0463, were considered and will be considered further at the conclusion of this meeting. Commissioner Castellanos recused himself from any participation on those matters, and will not participate in them when they are reconsidered. Item 8 - File No. 2017-0446, Item 9 - File No. 2017-0447, and Item 13 - File No. 2017-0465 will be considered at the conclusion of this meeting.

C. Pledge of Allegiance.

Commissioner Zucchet led the Pledge of Allegiance.

D. Public Communications.

The following member(s) of the public addressed the Board with non-agenda related comments: Sharon Cloward, President, San Diego Port Tenants Association; Corchelle Worsham, Membership & Events Coordinator, San Diego Port Tenants Association; Dennis Dubard, Board Member, San Diego Fleet Week Foundation; Hal Schwartz, Scenic San Diego; Matt Everingham, Chief Technologist, Everingham Bros. Bait Company; James A. Bianchi, Scenic San Diego; Pam Wilson, Director, Scenic San Diego; Jane Gilbert, Scenic San Diego; Mary Jo Barr, Scenic San Diego; and Victoria Clarke, San Diego Waterfront Coalition.

E. Commissioners' Reports.

Commissioner Malcolm explained that he, along with Commissioner Merrifield and Port staff, took a trip to Seattle to look at shellfish aquaculture facilities. Commissioner Malcolm explained that a couple of years ago the Port of San Diego started looking into aquaculture to explore the ways the Port could be involved in building this industry; there are many reasons the Port is interested in building this industry. The United States has high demand for seafood but low production compared to worldwide market, 91% of the seafood consumed in the US is imported, and there are negative environmental impacts from importation which include high carbon footprint from transporting products long distance via multiple modes (sea/air/land); there is also a huge economic opportunity, California demand alone generates \$3 billion in annual sales. By supporting this industry, Port tidelands can be used to decrease the production deficit and grow the local economy.

Commissioner Merrifield continued and explained that the tour was coordinated by the Pacific Northwest Shellfish Growers Association, of which the Port is a member. The tour included six different companies ranging from hatcheries and nurseries to growout and production. The tour provided helpful information on risks and returns, and how-to's on building these businesses.

As part of this tour, the group also had the opportunity to check out the construction status of the Port's FLUPSY (Floating Upweller System) at Snow & Company. This FLUPSY will be used to grow oysters. Commissioner Malcolm added that the environmental benefits of this process are: each oyster filters 50 gallons of water each day, which equates to 100 million gallons filtered each day; oysters provide carbon sequestration (reduces carbon/greenhouse gases); and the finished product is very tasty.

Chairman Valderrama provided report on Maritime Stakeholder Forum. Chairman Valderrama explained that he formed this group to assist with expanding the maritime industry at the Port District. He and Vice Chair Castellanos head this group, and want to make sure Port tenants and other stakeholders are engaged, and able to provide input into the plan of action. He stated that he felt the Port is getting very good feedback from the group, and receiving positive results from these meetings.

F. President's Report.

Randa Coniglio, President/CEO, announced that she had multiple items to report on. Ms. Coniglio began with announcing that the Port's Engineering department attained the honor of being accredited by the American Public Works Association (APWA). The Port of San Diego is the first Port in the nation to be accredited under the APWA's program. Ms. Coniglio then turned the presentation over to Ernesto Medina, Chief Engineer to introduce the award. Mr. Medina explained that as part of the accreditation, staff had to document over 200 management practices which was an interdepartmental effort as many of those practices extended beyond the Engineering-Construction department. Mr. Medina then showed a quick video providing highlights of the process. Mr. Medina then introduced Mr. Ron Calkins of APWA to present the award.

Ms. Coniglio, next, invited Kellie Carlson, Associate Environmental Specialist with Planning & Green Port to the podium to present Green Port Month. Ms. Carlson provided overview of Planning & Green Port's environmental achievements over the past ten years, and the Green Port Month activities/calendar of events planned for September. Ms. Carlson then introduced Jason Giffen, Assistant Vice President, Planning & Greenport, to present the Michelle White Environmental Awards. Recipients of the awards were: Ed

Seeber and Jasmin Mededovic from IT for server equipment upgrade; Terrie Eicholz, Henry Irizarry, Perfecto De Ocampo, Perla Goco, Bill Homes, Editha Freeman, Lorna Hicks and Aleli Barrera for participating in vanpools; and tenant employee Cara Bandera from BAE for her work in the Green Business Network, the Industrial Environmental Association, the Environmental Advisory Committee, and other environmental initiatives.

Ms. Coniglio then invited Lily Tsukayama, Sea Grant Fellow with Planning & Green Port, to the podium to provide an update on the San Diego Ocean Planning Partnership. Ms. Tsukayama explained that July 19th through the 21st the ocean planning partners from the State Lands Commission in Sacramento visited the Port. During this visit, the State Lands Commission had a productive briefing with the U.S. Navy, received tour of Port tidelands, and participated in the release of four endangered Clapper Rails in south San Diego Bay.

Ms. Coniglio announced that the National City Aquatic Center was nominated for the Orchids and Onions award. The Orchids and Onions is a fundraiser for the San Diego Architectural Foundation, a nonprofit organization dedicated to education and promotion of outstanding architecture, planning and urban design. It is not known who nominated the Aquatic Center, however, the nomination said the center "serves as a beacon that marks the channel entry while capitalizing on its unobstructed view toward protected wetlands, San Diego Bay and beyond. Award winner will be announced on October 26th at the annual Orchids and Onions ceremony.

Lastly, Ms. Coniglio reported that the US Army conducted a 2-week long Joint Readiness Exercise at the Tenth Avenue Marine Terminal. The Port of San Diego is one of 17 strategic commercial ports in the country as designated by the US Department of Transportation. The exercise simulated movement of military equipment and vehicles to and from foreign countries in the event of military action. Ms. Coniglio thanked Maritime staff and well as General Services staff who supported the operations and ensured not only a successful exercise, but also the ongoing commercial activities at the terminal.

G. District Clerk's Announcements.

Timothy Deuel, District Clerk, reported that staff requested the following items be continued to a future Board Meeting: Consent Agenda Item 9 - File No. 2017-0455, Consent Agenda Item 13 - File No. 2017-0437, Action Agenda Item 17 - File No. 2017-0464, Action Agenda Item 20 - File No. 2017-0395, Action Agenda Item 22 - File No. 2017-0417, and finally Action Agenda Item 23 - File No. 2017-0429.

On a motion by Commissioner Malcolm, seconded by Commissioner Merrifield, the Board approved staffs' request to continue the following items to a future meeting: Consent Agenda Item 9 - File No. 2017-0455, Consent Agenda Item 13 - File No. 2017-0437, Action Agenda Item 17 - File No. 2017-0464, Action Agenda Item 20 - File No. 2017-0395, Action Agenda Item 22 - File No. 2017-0417, and finally Action Agenda Item 23 - File No. 2017-0429. The motion carried by the following vote:

Yeas: 6 - Bonelli, Castellanos, Malcolm, Merrifield, Valderrama, and Zucchet

Nays: 0

Excused: 1 - Moore

Absent: 0

Abstain: 0

Recused: 0

CONSENT AGENDA

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted the Consent Agenda as follows: Resolution 2017-123; Resolution 2017-124, Resolution 2017-125; Resolution 2017-126, Resolution 2017-127, Resolution 2017-128, Resolution 2017-129, Ordinance 2903, Resolution 2017-130, Resolution 2017-131, Resolution 2017-132, Resolution 2017-133, Ordinance 2904, Resolution 2017-134, and Resolution 2017-135. The motion carried by the following vote:

Yeas: 6 - Bonelli, Castellanos, Malcolm, Merrifield, Valderrama, and Zucchet

Nays: 0

Excused: 1 - Moore

Absent: 0

Abstain: 0

Recused: 0

1. [2017-0436](#) Approval of minutes for:
August 8, 2017 - CLOSED SESSION
August 8, 2017 - REGULAR SESSION

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board approved the minutes as part of the Consent Agenda.

2. [2017-0111](#) RESOLUTION SELECTING AND AUTHORIZING A SINGLE SOURCE AGREEMENT WITH INTERGRAPH CORPORATION, DBA HEXAGON SAFETY & INFRASTRUCTURE, FOR A COMPUTER AIDED DISPATCH SYSTEM AND SYSTEM IMPLEMENTATION SERVICES IN AN AMOUNT NOT TO EXCEED \$1,182,086 FROM SEPTEMBER 12, 2017, FUNDED 75% BY PORT SECURITY GRANT PROGRAM FY 2015 (EMW-2015-PU)

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Resolution 2017-123 as part of the consent agenda.

3. [2017-0221](#) RESOLUTION CONSENTING TO A SUBLEASE BETWEEN LFS DEVELOPMENT LLC, AND STOIC HOLDINGS INC., FOR A ROOFTOP BAR AND RESTAURANT ON THE 19TH FLOOR OF THE LANE FIELD SOUTH HOTEL FOR A TEN-YEAR TERM WITH TWO FIVE-YEAR OPTIONS TO EXTEND, WITH CONDITIONS

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Resolution 2017-124 as part of the consent agenda.

4. [2017-0341](#) RESOLUTION APPROVING PLANS AND SPECIFICATIONS AND AWARDDING CONTRACT NO. 2016-08 TO Conan Construction inc. IN THE AMOUNT OF \$ 432,652.00 (BID SCHEDULE A) FOR THE CRUISE SHIP TERMINAL SECURITY ENHANCEMENTS PROJECT, AS AUTHORIZED BY THE BOARD IN THE FY17/18 MAJOR MAINTENANCE PROGRAM AND FUNDED BY PORT SECURITY GRANT PROGRAM FY 2015 THROUGH 2018

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Resolution 2017-125 as part of the consent agenda.

5. [2017-0343](#) RESOLUTION AUTHORIZING AMENDMENT NO. 1 TO INCREASE THE COMBINED AMOUNT OF THE AS-NEEDED AGREEMENTS BY \$1,000,000 WITH KIMLEY-HORN & ASSOCIATES INC., PARSONS TRANSPORTATION GROUP, PSOMAS, AND RICK ENGINEERING CO. FOR CIVIL ENGINEERING SERVICES, INCREASING THE AGGREGATE TOTAL FROM \$1,200,000 TO \$2,200,000 TO INCREASE THE CAPACITY OF THESE AGREEMENTS TO A LEVEL THAT ALLOWS EXECUTION ON BUDGETED PROJECTS WITH NO CORRESPONDING INCREASE REQUIRED TO APPROVED CAPITAL IMPROVEMENT AND MAJOR MAINTENANCE PROGRAM BUDGETS

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Resolution 2017-126 as part of the consent agenda.

6. [2017-0368](#) APPOINTMENT OF SAN DIEGO UNIFIED PORT DISTRICT PERSONNEL ADVISORY BOARD:
A) RESOLUTION REAPPOINTING LESLIE FREEMAN, CASSANDRA LAWSON, RAELYNN NAPPER, MICHAEL SALVADOR, AND SOPHIA WILLIAMS TO THE SAN DIEGO UNIFIED PORT DISTRICT (DISTRICT)

PERSONNEL ADVISORY BOARD FOR A SECOND TERM OF THREE YEARS' DURATION COMMENCING SEPTEMBER 2, 2017

B) RESOLUTION APPOINTING STEPHEN CASCIOPPO, ANTHONY CHARTRAND AND TRACI BECERRA TO THE PERSONNEL ADVISORY BOARD FOR A TERM OF THREE YEARS' DURATION COMMENCING SEPTEMBER 2, 2017

C) RESOLUTION APPOINTING RAELENN NAPPER AS CHAIRPERSON OF THE PERSONNEL ADVISORY BOARD FROM SEPTEMBER 2, 2017 TO SEPTEMBER 1, 2018

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Resolution 2017-127, Resolution 2017-128, and Resolution No. 2017-129 as part of the consent agenda.

7. [2017-0373](#)

SCHEDULE OF COMPENSATION

A) ORDINANCE ESTABLISHING A SCHEDULE OF COMPENSATION FOR ALL OFFICERS AND EMPLOYEES OF THE SAN DIEGO UNIFIED PORT DISTRICT

B) RESOLUTION AMENDING THE SAN DIEGO UNIFIED PORT DISTRICT DIRECTORY OF CLASSIFICATION SPECIFICATIONS FOR FY 17/18

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Ordinance 2903 and Resolution 2017-130 as part of the consent agenda.

8. [2017-0379](#)

RESOLUTION AUTHORIZING AMENDMENTS TO THE AGREEMENTS FOR ON-CALL REAL ESTATE DEVELOPMENT CONSULTING SERVICES WITH A TERM OF AUGUST 12, 2015 TO JUNE 30, 2018, TO INCREASE THE MAXIMUM AMOUNT PAYABLE UNDER THE AGREEMENTS BY \$1,000,000 FOR A TOTAL AGGREGATE AMOUNT NOT TO EXCEED \$3,100,000 WITH THE FOLLOWING FIRMS:

A) AECOM TECHNICAL SERVICES, INC.

B) BAE URBAN ECONOMICS, INC.

C) ECONOMIC & PLANNING SYSTEMS, INC.

D) HR&A ADVISORS, INC.

E) JONES LANG LASALLE AMERICAS, INC.

F) KATHRYN MCDERMOTT

G) KEYSER MARSTON ASSOCIATES, INC.

H) MAURICE ROBINSON & ASSOCIATES, LLC

I) MICHAEL BAKER INTERNATIONAL

J) PSOMAS

K) RASMUSON APPRAISAL SERVICES

L) THE MILLER HULL PARTNERSHIP, LLC

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Resolution 2017-131 as part of the consent agenda.

9. [2017-0455](#) RESOLUTION SELECTING AND AUTHORIZING AN AGREEMENT WITH DATA TICKET, INC. FOR PARKING CITATION VIOLATION SERVICES AND EQUIPMENT FOR A FIVE (5) YEAR PERIOD FROM SEPTEMBER 15, 2017 THROUGH SEPTEMBER 14, 2022, FOR AN AMOUNT NOT TO EXCEED \$500,000

The Board will consider staff's request to continue this item to a future Board meeting.

This item was continued to a future Board Meeting.

10. [2017-0389](#) RESOLUTION AUTHORIZING PURCHASE OF ONE (1) ADDITIONAL ARCGIS SERVER ADVANCED LICENSE FROM ESRI AT A COST OF \$40,000 IN SUPPORT OF HARBOR POLICE SITUATIONAL AWARENESS; INCREASING THE YEARLY MAINTENANCE AGREEMENT TO \$49,395, AT A TOTAL COST OF \$276,975 FOR FIVE YEARS

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Resolution 2017-132 as part of the consent agenda.

11. [2017-0403](#) RESOLUTION PROCLAIMING THE SAN DIEGO UNIFIED PORT DISTRICT'S GREEN PORT MONTH IS CELEBRATED ANNUALLY IN SEPTEMBER

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Resolution 2017-133 as part of the consent agenda.

12. [2017-0423](#) ORDINANCE GRANTING AMENDMENT NO. 1 TO CONDITIONAL AGREEMENT WITH MITSUBISHI CEMENT CORPORATION TO EXTEND THE TERM OF THE CONDITIONAL AGREEMENT AND UPDATE CERTAIN BUSINESS TERMS FOR THE PROPOSED CEMENT IMPORT TERMINAL IN WAREHOUSE C AT THE TENTH AVENUE MARINE TERMINAL, IN SAN DIEGO

On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Ordinance 2904 as part of the consent agenda.

13. [2017-0437](#) RESOLUTION SELECTING AND AUTHORIZING AN AGREEMENT WITH NATURESCAPE SERVICES INC. FOR GRAFFITI REMOVAL SERVICES FROM NOVEMBER 1, 2017 THROUGH JUNE 30, 2022 FOR AN AMOUNT NOT TO EXCEED \$315,413.76

The Board will consider staff's request to continue this item to a future Board meeting.

This item was continued to a future Board Meeting.

14. [2017-0441](#) RESOLUTION AUTHORIZING THE GENERAL COUNSEL TO EXECUTE AMENDMENT NO. 3 TO THE AGREEMENT FOR LEGAL SERVICES WITH ANDERSON KILL P.C. INCREASING THE MAXIMUM AMOUNT PAYABLE FROM \$400,000 TO \$700,000 AND EXTENDING THE TERM THROUGH JUNE 30, 2018, AND AMENDMENT NO. 2 TO THE AGREEMENT FOR LEGAL SERVICES WITH BROWN & WINTERS INCREASING THE MAXIMUM AMOUNT PAYABLE FROM \$425,000 TO \$725,000 AND EXTENDING THE TERM THROUGH JUNE 30, 2018
- On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Resolution 2017-134 as part of the consent agenda.
15. [2017-0453](#) RESOLUTION AUTHORIZING THE DISTRICT TO GRANT INDEMNITY TO SAN DIEGO GAS AND ELECTRIC PURSUANT TO AGREEMENT FOR APPLICANT DESIGN TERMS AND CONDITIONS FOR THE FORMER NAVY HEAD HOUSE DEMOLITION AND SITE IMPROVEMENTS
- On a motion by Commissioner Merrifield, seconded by Commissioner Bonelli, the Board adopted Resolution 2017-135 as part of the consent agenda.

PUBLIC HEARING AGENDA

16. [2017-0396](#) NATIONAL CITY STREET CLOSURES - PORTIONS OF QUAY AVENUE, 28TH STREET, AND 32ND STREET
- A) PUBLIC HEARING AND RESOLUTION ADOPTING THE NATIONAL CITY STREET CLOSURES PORT MASTER PLAN AMENDMENT, AS CERTIFIED BY THE CALIFORNIA COASTAL COMMISSION, AND DIRECTING THE FILING OF NOTICE OF SAID ADOPTION WITH THE CALIFORNIA COASTAL COMMISSION
- B) RESOLUTION GRANTING CONCEPT APPROVAL, CONTINGENT ON FINAL ACCEPTANCE OF THE PORT MASTER PLAN AMENDMENT BY THE CALIFORNIA COASTAL COMMISSION, FOR THE CLOSURE, DEMOLITION AND CONSTRUCTION OF PORTIONS OF QUAY AVENUE, 28TH STREET, AND 32ND STREET IN THE CITY OF NATIONAL CITY
- C) RESOLUTION AUTHORIZING ISSUANCE OF A NON-APPEALABLE COASTAL DEVELOPMENT PERMIT TO PASHA AUTOMOTIVE SERVICES, CONTINGENT ON FINAL ACCEPTANCE OF THE PORT MASTER PLAN AMENDMENT BY THE CALIFORNIA COASTAL COMMISSION, FOR THE CLOSURE, DEMOLITION, CONSTRUCTION, AND USE FOR MARINE TERMINAL OPERATIONS OF PORTIONS OF QUAY AVENUE, 28TH STREET, AND 32ND STREET

Lesley Nishihira, Planning Director, Planning & Green Port, addressed the Board with staff's report and presentation regarding Action Agenda Item 16 - File No. 2017-0396 (A copy of the staff report, presentations and any agenda related materials are on file with the Office of the District Clerk). Ms. Nishihira then turned the presentation to Ashley Wright, Associate Planner, Planning.

*The following member of the public addressed the Board with agenda related comments:
Sophie Silvestri, Manager, Planning & Policy, Pasha Automotive Services.*

Commissioner Merrifield, Commissioner Malcolm, and Chairman Valderrama offered varied comments, and asked clarifying questions. Anna Buzaitis, Program Manager, Planning & Green Port, responded on behalf of staff.

On a motion by Chairman Valderrama, seconded by Commissioner Malcolm, the Board adopted Item A, Resolution 2017-136. The motion carried by the following vote:

Yeas: 6 - Bonelli, Castellanos, Malcolm, Merrifield, Valderrama, and Zucchet

Nays: 0

Excused: 1 - Moore

Absent: 0

Abstain: 0

Recused: 0

On a motion by Chairman Valderrama, seconded by Commissioner Merrifield, the Board adopted Items B and C, Resolution 2017-137, and Resolution 2017-138. The motion carried by the following vote:

Yeas: 6 - Bonelli, Castellanos, Malcolm, Merrifield, Valderrama, and Zucchet

Nays: 0

Excused: 1 - Moore

Absent: 0

Abstain: 0

Recused: 0

ACTION AGENDA

17. [2017-0464](#) PRESENTATION BY THE COUNTY OF SAN DIEGO AND RESOLUTION AUTHORIZING THE SAN DIEGO UNIFIED PORT DISTRICT TO BECOME A PARTNER IN THE "LIVE WELL SAN DIEGO" HEALTHY LIVING VISION AND PROGRAM

The Board will consider staff's request to continue this item to a future Board meeting.

This item was continued to a future Board Meeting.

18. [2017-0413](#) INFORMATIONAL PRESENTATION ON THE SAN DIEGO TOURISM 20-YEAR MASTER PLAN TO BOOST THE VISITOR ECONOMY

Jenifer Barsell, Director, Marketing & Communications, addressed the Board with staff's report and presentation regarding Action Agenda Item 18 - File No. 2017-0413 (A copy of

the staff report, presentations and any agenda related materials are on file with the Office of the District Clerk.) Ms. Barsell then introduced Scott Hermes, General Manager, Westin Hotel Gaslamp, and Chairman of the San Diego Tourism Marketing District; and Patti Roscoe, Chair, Experience San Diego Steering Committee, to provide presentation of the 20-Year Master Plan to Boost the Visitor Economy.

Commissioner Castellanos, and Commissioner Merrifield offered varied comments, and asked clarifying questions. Mr. Hermes responded.

19. [2017-0408](#) PRESENTATION AND DIRECTION TO STAFF ON MARITIME CRUISE BUSINESS OPTIMIZATION STRATEGY

Job Nelson, Assistant Vice President, External Services, addressed the Board with staff's report and presentation regarding Action Agenda Item 19 - File No. 2017-0408 (A copy of the staff report, presentations and any agenda related materials are on file with the Office of the District Clerk). Mr. Nelson then turned the presentation over to Adam Deaton, Senior Trade Account Representative, Maritime, to discuss the cruise market. Mr. Deaton then turned the presentation over to Joel Valenzuela, Director, Maritime, to discuss infrastructure optimization and P3 concepts. Mr. Valenzuela then turned the presentation over to Stephen Shafer, Program Manager, Government & Civic Relations, to discuss scenarios and operational impacts.

The following members of the public addressed the Board with agenda related comments: Joe Terzi, President, San Diego Tourism Authority; Sharon Cloward, President, San Diego Port Tenants Association; Terry Buis, San Diego Port Tenants Association; Lauren Lindner, Director, World Trade Center; Captain Lyle Jennings, San Diego Bay Pilots Association; Anthony Soniga, President, International Longshore and Warehouse Union Local 29 was called to speak, but was not present, Apolonio Samson spoke on his behalf; and Chester Mordasini, President, Teamsters 911.

Commissioner Merrifield, Commissioner Castellanos, Commissioner Malcolm, Chairman Valderrama, and Commissioner Bonelli, offered varied comments and asked clarifying questions. Job Nelson, Joel Valenzuela, Stephen Shafer, and Adam Deaton, responded on behalf of staff.

On a motion by Commissioner Merrifield, seconded by Commissioner Castellanos, the Board directed staff to proceed with analyzing the three pier berthing optimization strategy, including refining design schematics and conceptually exploring public/private partnership options and analyzing entitlement approach; including California Environmental Quality Act review and California Coastal Act permitting. Staff will return to the Board for approval of the necessary entitlements, capital projects and the public/private partnership agreements. The motion carried by the following vote:

Yeas: 6 - Bonelli, Castellanos, Malcolm, Merrifield, Valderrama, and Zucchet

Nays: 0

Excused: 1 - Moore

Absent: 0

Abstain: 0

Recused: 0

20. [2017-0395](#) RESOLUTION AMENDING SECTION 4 OF RESOLUTION NO. 2016-139 TO MODIFY THE SCOPE OF SUNROAD ENTERPRISES' PROPOSED DEVELOPMENT ON THE ELBOW SITE FROM A 325-ROOM HOTEL THAT DOES NOT REQUIRE A PORT MASTER PLAN AMENDMENT TO AN APPROXIMATELY 500-ROOM HOTEL OR UP TO TWO ADDITIONAL HOTELS WITH 325 ROOMS, WITH CONDITIONS

This item was continued to a future Board Meeting.

21. [2017-0400](#) PRESENTATION OF THE SAN DIEGO UNIFIED PORT DISTRICT EQUAL OPPORTUNITY PROGRAM ANNUAL REPORT FOR FISCAL YEAR 16/17

Shirley Hirai, Manager, Equal Opportunity, addressed the Board with staff's report and presentation regarding Action Agenda Item 21 - File No. 2017-0400 (A copy of the staff report, presentations and any agenda related materials are on file with the Office of the District Clerk). Ms. Hirai then turned the presentation to Toshma Brown, Equal Opportunity Technician, Human Resources to discuss Small Business Contractor outreach. Ms. Brown then turned the presentation to Nydia Salas, Human Resources Technician to discuss employment opportunities.

Commissioner Zucchet, Commissioner Bonelli, Commissioner Merrifield, and Chairman Valderrama offered varied comments.

22. [2017-0417](#) PRESENTATION AND DIRECTION TO STAFF ON THE PORT MASTER PLAN UPDATE - DRAFT POLICY CONCEPTS REGARDING THE FOLLOWING TOPICS:
- A) LAND AND WATER USE ELEMENT
 - B) COASTAL ACCESS AND RECREATION ELEMENT
 - C) PLANNING DISTRICTS AND UPDATED LAND AND WATER USE MAPS

The Board will consider staff's request to continue this item to a future Board meeting.

This item was continued to a future Board Meeting.

23. [2017-0429](#) PRESENTATION AND UPDATE ON BLUE ECONOMY INCUBATOR AND DIRECTION TO STAFF

The Board will consider staff's request to continue this item to a future Board meeting.

This item was continued to a future Board Meeting.

24. [2017-0349](#) REVIEW AND CONSIDERATION OF DRAFT PROPOSED BOARD AGENDA FOR THE OCTOBER 10, 2017 MEETING

On a motion by Commissioner Malcolm, seconded by Commissioner Merrifield, the Board adopted the draft agenda for October 10, 2017. The motion carried by the following vote:

Yeas: 6 - Bonelli, Castellanos, Malcolm, Merrifield, Valderrama, and Zucchet

Nays: 0

Excused: 1 - Moore

Absent: 0

Abstain: 0

Recused: 0

OFFICER'S REPORT

25. [2017-0451](#) MONTHLY NOTIFICATION REPORTS

Monthly Notification of Change Orders Pursuant to BPC Policy No. 110:

- A) Change Order No. 1 to Agreement with Salus Event Group dba Picnic People / Increases Agreement Amount by \$1,332.42
- B) Change Order No. 2 to Contract No. 2017-20 with Apex Contracting & Restoration, Inc. / Reconciliation - Decreases Contract by \$5,294.63

Monthly Notification of Cost Recovery User Fee Waivers Granted by the Executive Director Pursuant to BPC Policy No. 106:

- A) Request for User Fee Waiver Form from ABM Parking Services for B Street Pier Parking Lot, for total amount \$1,308.00
- B) Request for User Fee Waiver Form from The Regents of the University of California for Scientific Research, for total amount \$500.00
- C) Request for User Fee Waiver Form from San Diego Country Club for Chula Vista Temporary Parking for Women's Golf Championship, for total amount \$1,208.00
- D) Request for User Fee Waiver Form from City of Imperial Beach for 4th of July Fireworks Show, for total amount \$500.00
- E) Request for User Fee Waiver Form from Bartell Hotels for Landscaping Maintenance TUOP, for total amount \$1,308.00

Monthly Notification of Rent Reviews Completed Administratively Pursuant to BPC Policy No. 355 as Amended on January 10, 2017:

- A) Rent Review Letter with Oak Park Apartments, Inc. for Rental Periods Beginning 03/01/17 thru 02/28/27, 03/01/27 thru 02/28/37, and 03/01/37 thru 02/29/40
- B) Amendment No. 3 to Lease (#51460) with Pier 32 Marina Group, LLC / Amends Paragraphs 3 (b) and 3 (c), and Adds Paragraph 3.3 Regarding Rent Review

Monthly Notification of Encumbrances Consented to Administratively
Pursuant to BPC Policy No. 355 as Amended on January 10, 2017:

None to Report

*Secretary, Board of Port Commissioners
San Diego Unified Port District*

ATTEST:

Clerk of the San Diego Unified Port District